IN	\mathtt{THE}	UNITED	STATES	COURT	ΟF	FEDERAL	CLAIMS
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BENCHMARK RESOURCES

CORPORATION, a Colorado
corporation; et al.,

Plaintiffs,

vs.

UNITED STATES,

Defendant.

Defendant.

DEPOSITION OF DAROLD PROCTOR

Phoenix, Arizona February 13, 2006 10:08 a.m.

PREPARED FOR: Elsie Kappler (Copy)

PREPARED BY:
George B. Finn III, RPR, CR
AZ Certified Reporter No. 50330



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couldn't sustain the litigation, or they gave it up, one of the two. Anyway, they got out, they quit.
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- Q. But you can't remember any of those allegations?
- A. No, I can't remember the specific allegations.
- Q. How about the broad allegations, not the specific ones, what the gist of the case was?
- A. They were just -- well, mainly the problem, one of the problems was the shareholders, when the oil started down, they had to blame somebody, but I don't remember. I just can't recall it, Elsie, I'm sorry.
- Q. So let's just back up and maybe you can refresh my memory on how you got involved in the oil and gas market generally.
- A. How what?
- Q. You got involved in the oil and gas, how you became involved in that with no background whatsoever in it.
 - A. Well, you don't have to have a background to get involved, Elsie.
 - Q. No, I understand. I'm asking how you got involved.
 - A. Well, I just had an interest in it.
- Q. Did you have any education or background at all in oil and gas?
- A. No, I haven't.

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- Q. Did you have any background in engineering?

 A. No.
- Q. What about other mineral interests, coal, did you have any background at all in that?
 - A. No.

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Q. I'd like to go to Benchmark's tax returns that we have marked as Exhibit 12.

Mr. Proctor, have tax returns been filed for each and every year of Benchmark's existence?

- A. As far as I know.
- Q. Now, let me just ask a basic question. If you could turn, for instance, to the return for 1989, looks like it's about halfway through this bundle.

MR. MacKINLAY: You want to just show him yours?

- Q. BY MS. KAPPLER: You will note on the face sheet this document was filed in 1997.
- A. It was what now?
- 19 Q. Filed in 1997. And I'll represent to you that 20 that's true for many of the tax returns here, in 1988 --
 - A. I don't recall what was going on.
- Q. You don't know why Benchmark didn't report or file taxes for years and years?
 - Here's the 1986 tax return filed in 1997.
- A. I can't recall what happened there.